



State of Louisiana
DIVISION OF ADMINISTRATION
OFFICE OF STATE UNIFORM PAYROLL

M. J. "MIKE" FOSTER, JR.
GOVERNOR

MARK C. DRENNEN
COMMISSIONER OF ADMINISTRATION

December 16, 1999

OFFICE OF STATE UNIFORM PAYROLL MEMORANDUM #2000-39

TO: All UPS Agencies

FROM: Ronald S. Mitchell
Director

SUBJECT: New Federal Tax Rates for Calendar Year 2000

Effective payday January 14, 2000, the new Federal Tables for income tax withholding and advance earned income credit payments will be used in calculating tax deductions. We will make reference to the rate changes within the message section of the employee check stub for January 14th payday. **Due to the new tax rates for 2000, employees' net pay may change.**

Other rate changes to be aware of in 2000 are listed below:

One withholding allowance amount for a biweekly payroll period will increase to **\$107.69.**

The maximum wage base for Social Security Taxes will increase to **\$76,200.**

The maximum Social Security Tax withheld from each employee and matched by the employer will increase to **\$4,724.40.**

Continuation of **no maximum** wage base for Medicare Taxes.

If you have any questions on these matters, please contact the UPS Help Desk at (225) 342-8928.

RSM:CS:kmb